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**LOUISIANA CRAWFISH PROMOTION  
AND RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA**

**COMPILED FINANCIAL STATEMENTS**

**JUNE 30, 2010**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 10/13/10

LOUISIANA CRAWFISH PROMOTION AND RESEACH BOARD  
STATE OF LOUISIANA  
Annual Financial Statements  
June 30, 2010

C O N T E N T S

ACCOUNTANTS' COMPILATION REPORT

AFFIDAVIT

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# **BAXLEY AND ASSOCIATES, LLC**

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**Hugh F. Baxley, CPA/CVA/PFS/FCPA**  
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-----  
**Staci H. Joffrion, CPA**

Louisiana Crawfish Promotion and Research Board  
State of Louisiana  
Baton Rouge, Louisiana

We have compiled the accompanying financial statements of the business-type activities of Louisiana Crawfish Promotion & Research Board, a component unit of the State of Louisiana, as of and for the year ended June 30, 2010, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has not presented the management's discussion and analysis information that the Governmental Accounting Standards Board has determined is required to supplement, although not required to be a part of, the basic financial statements. We have compiled the supplementary information from information that is the representation of management, without audit or review. Accordingly, we do not express an opinion or any other form of assurance on the supplementary information.

*Baxley & Associates, LLC*

Plaquemine, Louisiana  
August 5, 2010

STATE OF LOUISIANA  
Annual Financial Statements  
Fiscal Year Ended June 30, 2010

Louisiana Crawfish Promotion and Research Board  
9516 Airline Hwy  
Baton Rouge, LA 70895

Division of Administration  
Office of Statewide Reporting  
and Accounting Policy  
P. O. Box 94095  
Baton Rouge, Louisiana 70804-9095

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Baton Rouge, Louisiana 70802

Physical Address:  
1600 N. Third Street  
Baton Rouge, Louisiana 70802

AFFIDAVIT

Personally came and appeared before the undersigned authority, Ron Harrell - Corresponding Secretary (Name)  
(Title) of the Louisiana Crawfish Promotion and Research Board who duly sworn, deposes and says, that the  
financial statements herewith given present fairly the financial position of the Louisiana Crawfish Promotion and  
Research Board at June 30, 2010 and the results of operations for the year then ended in accordance with policies  
and practices established by the Division of Administration or in accordance with Generally Accepted  
Accounting Principles as prescribed by the Governmental Accounting Standards Board. Sworn and subscribed  
before me, this 12th day of August, 2010.

Ron Harrell  
Signature of Agency Official

Marsha T. Lieux  
NOTARY PUBLIC  
MARSHA T LIEUX  
Notary #31549

Prepared by: Ron Harrell

Title: Secretary

Telephone No.: (225) 922-6211

Date: August 12, 2010

Email Address: ronh@lfbf.org

## **FINANCIAL STATEMENTS**

**STATE OF LOUISIANA**  
**LOUISIANA CRAWFISH PROMOTION AND RESEARCH BOARD**  
**BALANCE SHEET**  
**AS OF JUNE 30, 2010**

**Statement A**

**ASSETS**

**CURRENT ASSETS:**

Cash and cash equivalents	\$ 261,125
Restricted Cash and Cash Equivalents	
Investments	
Receivables (net of allowance for doubtful accounts)(Note U)	1,818
Due from other funds (Note Y)	
Due from federal government	
Inventories	
Prepayments	
Notes receivable	
Other current assets	
Total current assets	262,943

**NONCURRENT ASSETS:**

Restricted assets (Note F):	
Cash	
Investments	
Receivables	
Investments	
Notes receivable	
Capital assets, net of depreciation (Note D)	
Land and non-depreciable easements	
Buildings and improvements	
Machinery and equipment	
Infrastructure	
<b>Intangible assets</b>	
Construction/Development-in-progress	
Other noncurrent assets	
Total noncurrent assets	
Total assets	\$ 262,943

**LIABILITIES**

**CURRENT LIABILITIES:**

Accounts payable and accruals (Note V)	\$ 497
Due to other funds (Note Y)	
Due to federal government	
Deferred revenues	
Amounts held in custody for others	
Other current liabilities	
Current portion of long-term liabilities: (Note K)	
Contracts payable	
Compensated absences payable	
Capital lease obligations	
Claims and litigation payable	
Notes payable	
<b>Pollution remediation obligation</b>	
Bonds payable (include unamortized costs)	
Other long-term liabilities	
Total current liabilities	497

**NONCURRENT LIABILITIES: (Note K)**

Contracts payable	
Compensated absences payable	
Capital lease obligations	
Claims and litigation payable	
Notes payable	
Bonds payable (include unamortized costs)	
OPEB payable	
Other long-term liabilities	
Total noncurrent liabilities	
Total liabilities	497

**NET ASSETS**

Invested in capital assets, net of related debt	
Restricted for:	
Capital projects	
Debt service	
Unemployment compensation	
Other specific purposes	
Unrestricted	262,446
Total net assets	262,446
Total liabilities and net assets	\$ 262,943

See accompanying notes and accountants' report.

Statement B

**STATE OF LOUISIANA**  
**LOUISIANA CRAWFISH PROMOTION AND RESEARCH BOARD**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2010**

<b>OPERATING REVENUE</b>	
Sales of commodities and services	\$ _____
Assessments	_____ 116,038
Use of money and property	_____
Licenses, permits, and fees	_____
Other	_____
Total operating revenues	_____ 116,038
<b>OPERATING EXPENSES</b>	
Cost of sales and services	_____ 22,679
Administrative	_____ 3,508
Depreciation	_____
Amortization	_____
Total operating expenses	_____ 26,187
Operating income(loss)	_____ 89,851
<b>NON-OPERATING REVENUES(EXPENSES)</b>	
State appropriations	_____
Intergovernmental revenues(expenses)	_____
Taxes	_____
Use of money and property	_____ 181
Gain on disposal of fixed assets	_____
Loss on disposal of fixed assets	_____
Federal grants	_____
Interest expense	_____
Other revenue	_____
Other expense	_____
Total non-operating revenues(expenses)	_____ 181
Income(loss) before contributions, extraordinary items, & transfers	_____ 90,032
Capital contributions	_____
Extraordinary item - Loss on impairment of capital assets	_____
Transfers in	_____
Transfers out	_____
Change in net assets	_____ 90,032
Total net assets -- beginning	_____ 172,414
Total net assets -- ending	\$ _____ 262,446

See accompanying notes and accountants' report.

**STATE OF LOUISIANA**  
**LOUISIANA CRAWFISH PROMOTION AND RESEARCH BOARD**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2010**

**Statement C**

		Program Revenues		
		Operating	Capital	Net (Expense)
	Expenses	Charges for	Grants and	Revenue and
		Services	Contributions	Changes in
			Contributions	Net Assets
Entity	\$ 26,187	\$ 116,038	\$	\$ 89,851
General revenues:				
Taxes				
State appropriations				
Grants and contributions not restricted to specific programs				
Interest				181
Miscellaneous				
Special items				
Extraordinary item - Loss on impairment of capital assets				
Transfers				
Total general revenues, special items, and transfers				181
Change in net assets				90,032
Net assets - beginning as restated				172,414
Net assets - ending				\$ 262,446

See accompanying notes and accountants' report.

**STATE OF LOUISIANA  
LOUISIANA CRAWFISH PROMOTION AND RESEARCH BOARD  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2010**

**Statement D  
(continued)**

**Cash flows from operating activities**

Cash received from customers	\$ 114,803	
Cash payments to suppliers for goods and services	(25,690)	
Cash payments to employees for services		
Payments in lieu of taxes		
Internal activity-payments to other funds		
Claims paid to outsiders		
Other operating revenues(expenses)		
Net cash provided(used) by operating activities		89,113

**Cash flows from non-capital financing activities**

State appropriations		
Federal receipts		
Federal disbursements		
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Operating grants received		
Transfers in		
Transfers out		
Other		
Net cash provided(used) by non-capital financing activities		-

**Cash flows from capital and related financing activities**

Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Acquisition/construction of capital assets		
Proceeds from sale of capital assets		
Capital contributions		
Other		
Net cash provided(used) by capital and related financing activities		

**Cash flows from investing activities**

Purchases of investment securities		
Proceeds from sale of investment securities		
Interest and dividends earned on investment securities	181	
Net cash provided(used) by investing activities		181

Net increase(decrease) in cash and cash equivalents		89,294
Cash and cash equivalents at beginning of year		171,831
Cash and cash equivalents at end of year	\$	261,125

See accompanying notes and accountants' report.

**STATE OF LOUISIANA  
LOUISIANA CRAWFISH PROMOTION AND RESEARCH BOARD  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2010**

**Statement D  
(concluded)**

**Reconciliation of operating income(loss) to net cash provided(used) by operating activities:**

Operating income(loss)	\$ 89,851
Adjustments to reconcile operating income(loss) to net cash provided(used) by operating activities:	
Depreciation/amortization	
Provision for uncollectible accounts	
Other	
Changes in assets and liabilities:	
(Increase)decrease in accounts receivable, net	(1,235)
(Increase)decrease in due from other funds	
(Increase)decrease in prepayments	
(Increase)decrease in inventories	
(Increase)decrease in other assets	
Increase(decrease) in accounts payable and accruals	497
Increase(decrease) in compensated absences payable	
Increase(decrease) in due to other funds	
Increase(decrease) in deferred revenues	
Increase(decrease) in OPEB payable	
Increase(decrease) in other liabilities	
Net cash provided(used) by operating activities	\$ 89,113

**Schedule of noncash investing, capital, and financing activities:**

Borrowing under capital lease(s)	\$
Contributions of fixed assets	
Purchases of equipment on account	
Asset trade-ins	
Other (specify)	
<b>Total noncash investing, capital, and financing activities:</b>	\$

See accompanying notes and accountants' report.

**STATE OF LOUISIANA**  
**LOUISIANA CRAWFISH PROMOTION AND RESEARCH BOARD**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2010**

**INTRODUCTION**

The Louisiana Crawfish Promotion and Research Board was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute 3:553.1-13. The following is a brief description of the operations of Louisiana Crawfish Promotion and Research Board and includes the parish/parishes in which the Board is located:

The Louisiana Crawfish Promotion and Research Board (the Board) is a component unit of the State of Louisiana created within the Louisiana Department of Agriculture, as provided by Louisiana Revised Statute (LSA-R.S.) 3:556.3. The Board is composed of thirteen members appointed by the Governor. The Commissioner of Agriculture serves as an ex-officio member of the Board. The Board is charged with the responsibility to develop markets for Louisiana Crawfish and to fund research that will increase production of Louisiana crawfish. The operations of the Board are funded by an assessment of one-quarter of one cent per pound on all artificial crawfish bait and one cent for each crawfish bag holding less than twenty-two pounds of crawfish and two cents for each crawfish bag holding twenty-five pounds or more of crawfish. The assessments are collected by the Commissioner of Agriculture from the manufacturer of the artificial crawfish bait and crawfish bags at the first point of sale.

**A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**BASIS OF ACCOUNTING**

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of Louisiana Crawfish Promotion and Research Board present information only as to the transactions of the programs of the Louisiana Crawfish Promotion and Research Board as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the Louisiana Crawfish Promotion and Research Board are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy as follows:

**STATE OF LOUISIANA**  
**LOUISIANA CRAWFISH PROMOTION AND RESEARCH BOARD**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2010**

Revenue Recognition

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

Expense Recognition

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.

**B. BUDGETARY ACCOUNTING**

The Board is not required to present a budget.

**C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS**

**1. DEPOSITS WITH FINANCIAL INSTITUTIONS**

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the Louisiana Crawfish Promotion and Research Board may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the Board may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana; in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows and balance sheet presentation, all highly liquid investments (including negotiable CDs and restricted cash and cash equivalents) and deposits (including nonnegotiable CDs and restricted cash and cash equivalents) with a maturity of three months or less when purchased are considered to be cash equivalents.

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are required to be held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

**GASB Statement 40, which amended GASB Statement 3**, eliminated the requirement to disclose all deposits by three categories of risk. GASB Statement 40 requires only the disclosure of deposits that are considered to be exposed to custodial credit risk. An entity's

**STATE OF LOUISIANA**  
**LOUISIANA CRAWFISH PROMOTION AND RESEARCH BOARD**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2010**

deposits are exposed to custodial credit risk if the deposit balances are either 1) uninsured and uncollateralized, 2) uninsured and collateralized with securities held by the pledging financial institution, or 3) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name.

The deposits at June 30, 2010, consisted of the following:

	Cash	Nonnegotiable Certificates of Deposit	Other (Describe)	Total
Deposits per Balance Sheet (Reconciled bank balance)	\$ 261,125	\$	\$	\$ 261,125
Deposits in bank accounts per bank	\$ 262,218	\$	\$	\$ 262,218
Bank balances exposed to custodial credit risk:	\$	\$	\$	\$
a. Uninsured and uncollateralized				
b. Uninsured and collateralized with securities held by the pledging institution	12,218			12,218
c. Uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the entity's				

The following is a breakdown by banking institution, program, and amount of the "Deposits in bank accounts per bank" balances shown above:

<u>Banking Institution</u>	<u>Program</u>	<u>Amount</u>
1. Whitney Bank	Checking	\$ 72,344
2. Whitney Bank	Savings	189,874
3.		
4.		
Total		\$ 262,218

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the balance sheet to amounts reported in this note, list below any cash in treasury and petty cash that are included on the balance sheet.

Cash in State Treasury	\$	-
Petty cash	\$	-

**STATE OF LOUISIANA**  
**LOUISIANA CRAWFISH PROMOTION AND RESEARCH BOARD**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2010**

**2. INVESTMENTS**

The Louisiana Crawfish Promotion and Research Board does not maintain investment accounts.

**D. CAPITAL ASSETS – INCLUDING CAPITAL LEASE ASSETS**

The Board has no fixed assets or capital leases.

**E. INVENTORIES**

The Board has no inventories.

**F. RESTRICTED ASSETS**

*The Board has no restricted assets.*

**G. LEAVE**

The Board has no leave or compensated absences.

**H. RETIREMENT SYSTEM**

The Board has no retirement system.

**I. OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

The Board has no postemployment benefits.

**J. LEASES**

The Board has no leases.

**K. LONG-TERM LIABILITIES**

The Board has no long-term liabilities.

**STATE OF LOUISIANA**  
**LOUISIANA CRAWFISH PROMOTION AND RESEARCH BOARD**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2010**

**L. CONTINGENT LIABILITIES**

The Board has no contingent liabilities.

**M. RELATED PARTY TRANSACTIONS**

The Board has no related party transactions.

**N. ACCOUNTING CHANGES**

The Board has no accounting changes.

**O. IN-KIND CONTRIBUTIONS**

The Board has no in-kind contributions.

**P. DEFEASED ISSUES**

The Board has no defeased issues.

**Q. REVENUES – PLEDGED OR SOLD (GASB 48)**

The Board has no pledged or sold revenues.

**R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS)**

The Board has no government-mandated exchange transactions.

**S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS**

The Board has no violations of finance-related legal or contractual provisions.

**T. SHORT-TERM DEBT**

The Board has no short-term debt.

**STATE OF LOUISIANA**  
**LOUISIANA CRAWFISH PROMOTION AND RESEARCH BOARD**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2010**

**U. DISAGGREGATION OF RECEIVABLE BALANCES**

Receivables at June 30, 2010, were as follows:

Fund (gen. fund, gas tax fund, etc.)	Customer Receivables	Taxes	Receivables from other Governments	Other Receivables	Total Receivables
Assessments	\$	\$	\$ 1,818	\$	\$ 1,818
					-
Gross receivables	\$ -	\$ -	\$ 1,818	\$ -	\$ 1,818
Less allowance for uncollectible accounts					
Receivables, net	\$ -	\$ -	\$ 1,818	\$ -	\$ 1,818
Amounts not scheduled for collection during the subsequent year	\$	\$	\$	\$	\$ -

**V. DISAGGREGATION OF PAYABLE BALANCES**

Payables at June 30, 2010, were as follows:

Fund	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
Travel	\$	\$	\$	\$ 497	\$ 497
					-
Total payables	\$ -	\$ -	\$ -	\$ 497	\$ 497

**W. SUBSEQUENT EVENTS**

The Board has no subsequent events.

**X. SEGMENT INFORMATION**

The Board has no segment information.

**STATE OF LOUISIANA**  
**LOUISIANA CRAWFISH PROMOTION AND RESEARCH BOARD**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2010**

**Y. DUE TO/DUE FROM AND TRANSFERS**

The Board has no due to/due from transactions.

**Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS**

The Board has no liabilities payable from restricted assets.

**AA. PRIOR-YEAR RESTATEMENT OF NET ASSETS**

The Board has no prior year restatement of net assets.

**BB. NET ASSETS RESTRICTED BY ENABLING LEGISLATION (GASB 46)**

The Board has no restricted assets.

**CC. IMPAIRMENT OF CAPITAL ASSETS & INSURANCE RECOVERIES**

The Board has no impairment of capital assets.

**DD. EMPLOYEE TERMINATION BENEFITS**

The Board has no employee termination benefits.

**EE. POLLUTION REMEDIATION OBLIGATIONS**

The Board has no pollution remediation obligations.

**FF. AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA)**

The Board has no ARRA revenue and expenses.



STATE OF LOUISIANA

LOUISIANA CRAWFISH PROMOTION AND RESEARCH BOARD

COMPARISON FIGURES

To assist OSRAP in determining the reason for the change in financial position for the State, please complete the schedule below. If the change is greater than \$3 million, explain the reason for the change.

	<u>2010</u>	<u>2009</u>	<u>Difference</u>	<u>Percentage Change</u>
1) Revenues	\$ 116,219	\$ 104,326	\$ 11,893	10.23%
Expenses	26,187	149,271	(123,084)	(82.45%)
2) Capital assets	-	-	-	-
Long-term debt	-	-	-	-
Net Assets	262,446	172,414	90,032	34.3%
Explanation for change:	<hr/> <hr/> <hr/> <hr/>			

See Accountants' Report.